

GEOKINETICS INC. shale oil development and production

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PRESS RELEASE

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DEC 13 1983

GEOKINETICS TO RECEIVE U.S. SYNTHETIC FUELS CORP. SUPPORT

The U. S. Synthetic Fuels Corporation (SFC) and Geokinetics Inc. have agreed on a financial assistance package of loan and price guarantees for the Geokinetics Seep Ridge Project, and the Board of the SFC has authorized its chairman to execute a letter of intent with Geokinetics.

The Seep Ridge Project will produce 1000 bbls/day of shale oil by means of a proprietary in-situ process developed by Geokinetics. The Project site is located 70 miles south of Vernal, Utah.

The total amount of SFC assistance is \$45 million, composed of \$23.7 million in initial price guarantees and \$21.3 million in loan guarantees, convertible into additional price guarantees. A guaranteed price of \$42.50/bbl, escalated for inflation, will be provided for a period of 10 years.

Geokinetics is a public corporation based in Salt Lake City, and engaged in shale oil development and production. The company holds leases on 35,000 acres of oil shale lands in the State of Utah.

December 2, 1983

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